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SOUTH BEND-LAPORTE-ELKHART, INDIANA MILK MARKET NEWS

Federal Order No. 31
 U. S. Department of Agriculture
 Agricultural Marketing Service
 Telephone: Atlantic 8-2571

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Market Administrator
 220 South William Street
 P. O. Box 216
 South Bend, Indiana, 46624

Issued for Information of Producers
 Who Are Not Members of Cooperative Associations

Vol. VII, No. 8

August 1963

JULY BASE PRICE \$3.92

Dairy farmers will receive a base price of \$3.92 for July 1963 deliveries of Grade A base milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order. This base price is based upon a butterfat test of 3.5 percent, and will be adjusted by a differential of 7 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. This price is 13 cents higher than the base price of July 1962.

JULY EXCESS PRICE \$2.98

July 1963 deliveries of Grade A excess milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order will be paid for at the rate of \$2.98 per hundredweight for 3.5 percent milk, and adjusted by the same differential of 7 cents as is used for base milk. These minimum prices are subject to a 4 cent per hundredweight marketing service deduction, together with the authorized hauling charge. This price is 8 cents higher than the excess price for July 1962. For comparative purposes, a uniform price of \$3.83 per hundredweight was computed, which is 25 cents higher than the computed price of June 1963 and 12 cents higher than for July 1962.

PRODUCER RECEIPTS

Daily production shows almost a 10 percent decrease from June 1963, but is less than 1 percent higher than in July 1962. Daily average herd production dropped 81 pounds per day from June, but is still 61 pounds per day more than a year ago. With an increase of 4 percent in daily Class I sales and the decrease in daily production of about 10 percent, the percentage of Class I utilization of producer milk climbed almost 9 percent. It is also 1.3 percent higher than a year ago.

AMENDMENT

Order No. 31 has been amended, effective August 8, 1963. The amendment deletes the base-excess plan that has been in effect since September 1, 1954. This means producers will not establish bases in the fall to be used as a basis for payment in the spring, but will be paid on a uniform price throughout the year.

CLASS I PRICE

The Class I price for the August 1963 delivery period will be \$4.33 per hundredweight for 3.5 percent milk. This price was computed by adding \$1.30 per hundredweight to the basic formula price (\$3.09), minus the 6 cent supply-demand adjustment. The supply-demand adjustment for the September 1963 delivery period will be a minus 8 cents.

ORDER NO. 31 PRICES

Class Prices and Uniform Prices Per Cwt. for 3.5% Milk
Average Prices For The Years 1954-1960 And By Months From 1961 To Date

Year and Month	<u>CLASS I</u>			<u>CLASS II</u>		<u>CLASS III</u>	<u>UNIFORM PRICES</u>	
	<u>Differ- ential</u>	<u>Supply Demand</u>	<u>Milk Price</u>	<u>Differ- ential</u>	<u>Milk Price</u>	<u>Milk Price</u>	<u>Milk Price</u>	<u>B. F. Differ- ential</u>
1954	\$ 1.10	\$ - .243	\$3.930	\$ --	\$ --	\$2.874	\$3.636	\$.072
1955	1.10	- .134	4.000	--	--	3.018	3.785	.069
1956	1.22	- .049	4.277	--	--	3.118	4.005	.071
1957	1.10	- .177	4.060	.59	3.688	3.126	3.833	.071
1958	1.08	- .118	3.980	.60	3.611	3.009	3.777	.070
1959	1.10	+ .075	4.188	.60	3.608	3.018	3.966	.072
1960	1.10	- .008	4.220	.60	3.720	3.150	3.988	.071
<u>1961</u>								
Jan.	\$ 1.10	\$ - .06	\$4.48	\$.70	\$4.14	\$3.42	\$4.26	\$.073
Feb.	1.10	- .02	4.50	.70	4.12	3.24	4.26	.073
Mar.	.90	- .02	4.12	.45	3.69	3.23	3.94	.073
Apr.	.90	- .02	4.11	.45	3.68	3.23	3.91*	.073
May	.90	.00	4.13	.45	3.68	3.19	3.84*	.073
June	.90	+ .02	4.11	--	3.30	3.12	3.76*	.073
July	1.10	+ .02	4.24	--	3.31	3.15	3.95*	.073
Aug.	1.30	- .04	4.41	--	3.33	3.17	4.13	.073
Sept.	1.30	- .06	4.41	--	3.33	3.18	4.16	.073
Oct.	1.30	- .04	4.44	--	3.33	3.19	4.12	.073
Nov.	1.30	+ .02	4.51	--	3.32	3.21	4.22	.073
Dec.	1.10	- .02	4.29	--	3.34	3.19	4.00	.073
Av.	\$ 1.10	\$ - .018	\$4.31	\$.55	\$3.55	\$3.21	\$4.05	\$.073
<u>1962</u>								
Jan.	\$ 1.10	\$ - .12	\$4.17	\$ --	\$3.34	\$3.18	\$3.92	\$.073
Feb.	1.10	- .10	4.18	--	3.33	3.14	3.92	.073
Mar.	.90	- .10	4.09	--	3.32	3.06	3.85	.073
Apr.	.90	- .08	4.03	--	3.14	2.93	3.69*	.070
May	.90	- .04	3.91	--	3.09	2.90	3.55*	.070
June	.90	- .04	3.87	--	3.08	2.89	3.54*	.070
July	1.10	- .06	4.05	--	3.08	2.90	3.71*	.070
Aug.	1.30	- .04	4.29	--	3.07	2.90	3.96	.070
Sept.	1.30	- .04	4.30	--	3.10	2.91	4.00	.070
Oct.	1.30	- .04	4.32	--	3.09	2.96	4.04	.070
Nov.	1.30	+ .02	4.39	--	3.11	3.01	4.10	.070
Dec.	1.10	+ .04	4.24	--	3.12	3.02	3.89	.070
Av.	\$ 1.10	\$ - .05	\$4.15	\$ --	\$3.16	\$2.98	\$3.85	\$.071
<u>1963</u>								
Jan.	\$ 1.10	\$ - .04	\$4.17	\$ --	\$3.13	\$3.03	\$3.87	\$.070
Feb.	1.10	- .10	4.10	--	3.13	3.05	3.83	.070
Mar.	.90	- .10	3.90	--	3.14	3.06	3.68	.070
Apr.	.90	- .08	3.91	--	3.13	3.02	3.67*	.070
May	.90	- .04	3.94	--	3.13	2.98	3.62*	.070
June	.90	- .02	3.95	--	3.14	2.96	3.58*	.070
July	1.10	- .02	4.16	--	3.13	2.98	3.83*	.070
Aug.	1.30	- .06	4.33	--	--	--	--	--

* The price shown here is the weighted average of the base price and the excess price.

SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Vol. VII, No. 8

UTILIZATION AND CLASSIFICATION OF MILK

August 1963

	July 1963		July 1962	
	Reported Data		Audited Data	
	Product Pounds	Butterfat Pounds	Product Pounds	Butterfat Pounds
<u>CLASS I</u>				
Milk	9,120,823	319,147	8,892,008	314,404
2% Skim Milk	754,602	16,411	--	--
Skim Milk	103,491	28	127,949	148
Fortified Skim Milk	50,053	220	712,811	15,235
Buttermilk	106,485	1,154	87,741	820
Flavored Milk & Drink	315,248	9,583	277,488	8,558
Cereal Mixture	152,547	18,518	155,680	19,285
Coffee Cream	7,724	1,509	10,480	2,033
Whipping Cream	20,732	7,973	20,335	7,853
Sour Cream	12,651	2,481	14,543	2,753
Eggnog	--	--	8	1
Total Class I Utilization	10,644,356	377,024	10,299,043	371,090
Add: Class I Shrinkage	66,445	2,888	68,997	3,895
Subtract: Other Source Receipts	62,848	2,207	341	341
Subtract: Overage	--	--	--	--
Net Class I	10,647,953	377,705	10,367,699	374,644
<u>CLASS II</u>				
Used to Produce Cottage Cheese	387,476	7,490	324,551	6,793
Subtract: Other Source Receipts	27	27	38	38
Subtract: Overage	--	--	--	--
Net Class II	387,449	7,463	324,513	6,755
<u>CLASS III</u>				
Class III Products	4,189,874	178,506	3,744,291	170,050
Inventory Variation	(142,067)	(12,646)	414,681	8,277
Total Class III Utilization	4,047,807	165,860	4,158,972	178,327
Add: Class III Shrinkage	186,696	10,009	246,096	7,018
Subtract: Other Source Receipts	282,155	21,276	245,573	22,142
Subtract: Overage	27,444	--	3,855	572
Net Class III	3,924,904	154,593	4,155,640	162,631
<u>TOTAL PRODUCER RECEIPTS</u>	14,960,306	539,761	14,847,852	544,030

MISCELLANEOUS INFORMATION

	July 1963	June 1963	July 1962
Average Daily Production	482,591#	533,850#	478,963#
July 1963 Production Compared With - Class I Daily Average	--	- 9.60%	+ 0.76%
July 1963 Sales Compared With - Number of Producers	--	+ 4.18%	+ 3.35%
Daily Herd Production	640	639	691
Av. Test of Producer Milk Received	754#	835#	693#
Total Value Paid Producers	3.6080%	3.6151%	3.6640%
Av. Monthly Milk Check Per Farm	\$583,956.98	\$587,152.22	\$568,568.29
Av. Daily Milk Check Per Farm	\$ 912.43	\$ 918.86	\$ 822.82
	\$ 29.43	\$ 30.63	\$ 26.54

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK

	<u>CLASS I</u>		<u>CLASS II</u>		<u>CLASS III</u>		Total
<u>Year</u>	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	<u>Producer Receipts</u>
1954	7,272,928	70.4	--	--	3,058,935	29.6	10,331,863
1955	8,692,563	76.3	--	--	2,695,649	23.7	11,388,212
1956	10,125,716	75.4	--	--	3,302,901	24.6	13,428,617
1957	11,720,328	70.8	1,107,967	6.7	3,725,823	22.5	16,554,118
1958	13,517,112	73.0	1,310,449	7.1	3,685,335	19.9	18,512,896
1959	16,589,993	76.9	1,211,475	5.6	3,769,307	17.5	21,570,775
1960	17,498,173	74.3	1,458,651	6.3	4,634,073	19.4	23,590,897
<u>1961</u>							
Jan.	19,690,835	75.4	1,428,275	5.5	4,975,674	19.1	26,094,784
Feb.	17,464,772	75.9	1,421,718	6.2	4,129,407	17.9	23,015,897
Mar.	12,420,107	75.6	382,047	2.3	3,627,652	22.1	16,429,806
Apr.	11,484,078	73.4	318,468	2.0	3,848,568	24.6	15,651,114
May	11,792,418	67.0	321,915	1.8	5,481,802	31.2	17,596,135
June	9,830,977	63.8	313,085	2.0	5,264,837	34.2	15,408,899
July	10,613,606	70.4	675,908	4.5	3,790,475	25.1	15,079,989
Aug.	11,084,817	75.8	693,508	4.7	2,844,025	19.5	14,622,350
Sept.	10,923,499	77.5	326,563	2.3	2,837,715	20.2	14,087,777
Oct.	12,181,290	73.3	338,433	2.0	4,105,238	24.7	16,624,961
Nov.	11,955,642	76.4	289,822	1.9	3,393,575	21.7	15,639,039
Dec.	11,801,030	72.3	279,474	1.7	4,250,327	26.0	16,330,831
Av.	12,603,589	73.1	565,768	3.1	4,045,775	23.8	17,215,132
<u>1962</u>							
Jan.	12,231,118	73.2	330,249	2.0	4,148,001	24.8	16,709,368
Feb.	11,188,371	73.3	389,585	2.6	3,678,047	24.1	15,256,003
Mar.	12,417,545	73.9	483,171	2.9	3,899,565	23.2	16,800,281
Apr.	11,110,184	68.6	364,144	2.2	4,732,699	29.2	16,207,027
May	11,414,525	63.7	340,658	1.9	6,176,413	34.4	17,931,596
June	10,651,666	66.4	300,014	1.9	5,079,736	31.7	16,031,416
July	10,378,121	69.9	322,423	2.2	4,147,090	27.9	14,847,634
Aug.	11,018,946	75.7	418,211	2.9	3,110,285	21.4	14,547,442
Sept.	11,381,995	77.3	326,964	2.2	3,008,081	20.5	14,717,040
Oct.	12,434,200	79.2	341,404	2.2	2,931,224	18.6	15,706,828
Nov.	11,945,879	77.7	359,223	2.3	3,075,136	20.0	15,380,238
Dec.	11,637,393	71.2	237,660	1.5	4,471,118	27.3	16,346,171
Av.	11,484,162	72.5	351,142	2.2	4,038,116	25.3	15,873,420
<u>1963</u>							
Jan.	12,076,063	72.6	325,447	1.9	4,237,665	25.5	16,639,175
Feb.	10,884,996	72.7	268,859	1.8	3,810,435	25.5	14,964,290
Mar.	11,949,001	73.5	394,568	2.4	3,909,489	24.1	16,253,058
Apr.	11,471,912	71.5	270,792	1.7	4,291,808	26.8	16,034,512
May	11,528,781	65.6	307,140	1.7	5,741,907	32.7	17,577,828
June	9,977,855	62.3	282,019	1.8	5,755,624	35.9	16,015,498
July	10,647,953	71.2	387,449	2.6	3,924,904	26.2	14,960,306